

HSC Maharashtra State Board

Practice Test Paper

Sub: ECO (8,9 & 10)
Time: 2Hrs

Marks: 50 Marks
Date: 05/12/2022

Q.1.A. Fill in the blanks with appropriate alternatives given in the brackets. [3 Marks]

A) "Public Finance is one of those subjects which are on the borderline between economics and politics." _____ given by

- a) Adam Smith
- b) Alfred Marshall
- c) Prof. Hugh Delton
- d) Prof. Findlay Shirras

B) Money market faces shortage of funds due to _____.

- a) Inadequate saving
- b) Growing demand for cash
- c) presence of unorganized sector
- d) Financial Management

C) Export trends of India's foreign trade includes _____

- a) Engineering goods
- b) gems and Jewellery
- c) Textile and ready-made garments
- d) Gold

Options; 1) a, c & d 2) a, b & c 3) b, c & d 4) a, b, c & d

Q.1.B. Match the following groups [3 Marks]

Group A

- i) Surplus Budget
- ii) Export of Foreign Trade
- iii) Indigenous Bankers

Group B

- a) Inflation
- b) Jewellery
- c) Fertilizers
- d) Unorganized sector

Q.1.C. Define or explain the following concepts: (Any 2) [4 Marks]

- a) Tina deposited a lumpsum amount Rs. 50,000 in the bank for a period of one year.
- b) Japan sells smart phones to Myanmar.
- c) A legacy of social security from the rich world.

Q.2.A Distinguish between: (Any 2)

[4 Marks]

- a) Internal Debt and External Debt
- b) Money market and Capital market
- c) Balance of payment and Balance of trade

Q.2.B. Write short notes on: (Any 2)

[8 Marks]

- a) Demand deposits
- b) Composition of India's foreign trade.
- c) Deficit Budget

Q.3 Answer the following questions: (Any 2)

[8 Marks]

- a) Explain the role of capital market in India.
- b) Explain the trend in India's imports.
- c) State the types and importance of Govt. budget.

Q.4 State with reasons whether you agree or disagree with the following statements: (Any 2)

[6 Marks]

- a) Fines and penalties are a major source of revenue for the government.
- b) Trade is an engine of growth for an economy.
- c) The interest rate is comparatively higher in Demand Deposits

Q.5 Answer in detail: (Any 2)

[10 Marks]

- a) Explain the meaning and role of foreign trade.
- b) Explain various reason for the growth of public expenditure.
- c) Explain the role of money market in India.

***** ALL THE BEST *****